



Opening of the Second Public Subordinated Bond Issuance Program of Alior Bank S.A.

Company: Alior Bank S.A.

Current report No.: 47/2017

Date: August 23rd, 2017

Legal basis: Art. 17 (1) of the MAR – confidential information

Content of the report:

The Management Board of Alior Bank S.A. ("Bank") announces that on August 23rd, 2017, the Bank's Supervisory Board, as requested by the Management Board, approved the opening of the Second Public Bond Issue Program of Alior Bank S.A. ("the Second Public Issue Program") and authorized the Bank's Management to repeatedly incur financial liabilities by issuing unsecured, ordinary or subordinated, bearer bonds with a nominal value of PLN 100 (in words: one hundred zloty) or multiples of that amount each (the "Bonds") under the Second Public Issue Program.

1. The total number of Bonds issued under the Second Public Issue Program will not exceed 12,000,000 (in words: twelve million) of Bonds, but in any case the aggregate par value of the Bonds issued under the Second Public Issue Program may not exceed PLN 1,200,000,000 (in words: one billion and two hundred million zlotys).
2. The Bonds will be issued and offered in series within a period of no more than 12 months from the date of approval by the Financial Supervision Authority of the base prospectus prepared in connection with the Second Public Issue Program.
3. The maturity of the Bonds issued under the Second Public Issue Program will be up to 10 years from the issue date of a given Bond Series.
4. Bonds may be issued as Bonds or Subordinated Bonds. The terms and conditions for issuing individual series of Subordinated Bonds will include provisions for qualifying them as a component of own funds in accordance with Regulation (EC) No 575/2013 of the European Parliament and of the Council of June 26th, 2013 on prudential requirements for credit institutions and investment firms, Regulation (EU) No 648/2012 (Official Journal of the European Union L 176, 27.06.2013, p. 1).
5. Benefits arising from the Bonds will only be monetary.
6. Bonds will be issued under art. 33 (1) of the Bonds Act.



7. Bonds will not be in the form of a document and will be registered in a securities depository maintained pursuant to the provisions of the Act of July 29th, 2005 on Trading in Financial Instruments (consolidated version: Journal of Laws of 2016, item 1636, as amended) (The "Trading Act") under the agreement with the National Depository for Securities ("KDPW") or the company referred to in art. 5 (10) of the Trading Act, in case of handing over by the KDPW the performance of duties within the scope of tasks referred to in Art. 48 (1) (1) of the Trading Act.
8. The Bank's Management Board will apply for admission and introduction of the Bonds to trading on the regulated market run by the Warsaw Stock Exchange S.A. ("WSE") or BondSpot S.A. ("BondSpot") within the Catalyst system or for the Bonds to be traded on the Alternative Trading System operated by the WSE or BondSpot under the Catalyst system.

In addition, the Bank's Supervisory Board authorized the Bank's Management Board to determine the terms and conditions for the issue of individual Series of Bonds issued under the Second Public Issue Program, to allocate Bonds to investors, and to undertake any other actions to implement the Second Public Issue Program.

The Management Board intends to apply to the Financial Supervision Commission for approval of the base prospectus prepared in connection with public offerings and for the admission and introduction of Bonds issued under the Second Public Issue Program to trading on a regulated market.

The Supervisory Board of the Bank, as requested by the Management Board of the Bank, also agreed to cease issuing bonds under the existing Public Issue Program of Alior Bank S.A. Subordinated Bonds, established by Resolution No. 407/2015 of the Bank's Management Board dated December 22nd, 2015 and approved by resolution no. 83/2015 of the Bank's Supervisory Board of December 28th, 2015 (the "First Public Issue Program") and the closure of the First Public Issue Program.